

**STATE BOARD OF ACCOUNTS
302 West Washington Street
Room E418
INDIANAPOLIS, INDIANA 46204-2765**

REVIEW REPORT
OF
INDIANA COMMISSION ON PROPRIETARY EDUCATION
STATE OF INDIANA
May 10, 2003 to March 31, 2006

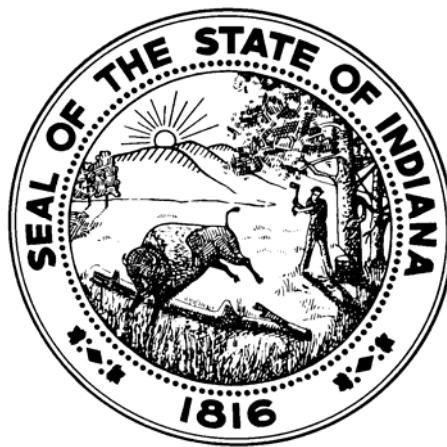


TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
Agency Officials.....	2
Independent Accountant's Report	3
Review Comment: SDO Fund Reconciliations.....	4
Exit Conference	5
Official Response	6

AGENCY OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Chairman of Commission	Paul Black	09-01-02 to 08-31-06
Commissioner	Jeff Weber Jeff Weber (Interim)	01-01-04 to 06-30-06 07-07-03 to 12-31-03
Administrative Director	Jodi White	05-10-03 to 07-06-03



STATE OF INDIANA

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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF THE INDIANA COMMISSION ON PROPRIETARY EDUCATION

We have reviewed the receipts, disbursements, and assets of the Indiana Commission on Proprietary Education for the period of May 10, 2003 to March 31, 2006. The Indiana Commission on Proprietary Education's management is responsible for the receipts, disbursements, and assets.

Our review was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. A review is substantially less in scope than an examination, the objective of which is the expression of an opinion on the receipts, disbursements, and assets. Accordingly, we do not express such an opinion.

Financial transactions of this office are included in the scope of our audits of the State of Indiana as reflected in the Indiana Comprehensive Annual Financial Reports.

Based on our review, nothing came to our attention that caused us to believe that the receipts, disbursements, and assets of the Indiana Commission on Proprietary Education are not in all material respects in conformity with the criteria set forth in the Accounting and Uniform Compliance Guidelines Manual for State Agencies, and applicable laws and regulations except as stated in the review comment.

STATE BOARD OF ACCOUNTS

April 20, 2006

INDIANA COMMISSION ON PROPRIETARY EDUCATION
REVIEW COMMENT
MARCH 31, 2006

SDO FUND RECONCILIATIONS

The Indiana Commission on Proprietary Education has not performed reconciliations of its Special Disbursing Officer (SDO) ledger balance to the amount advanced in a timely manner.

Each month, the check register must be balanced to the total SDO advance. This reconciliation must be formally documented. (Accounting and Uniform Compliance Guidelines Manual for State Agencies, Chapter 7)

INDIANA COMMISSION ON PROPRIETARY EDUCATION
EXIT CONFERENCE

The contents of this report were discussed on June 8, 2006, with Jeff Weber, Commissioner; and Catherine Bladen, Accountant. The official response has been made a part of this report and may be found on page 6.



STATE OF INDIANA

COMMISSION ON
PROPRIETARY EDUCATION

Jeff Weber, Commissioner

302 West Washington Street
Room E201
Indianapolis, Indiana 46204-2767
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June 8, 2006

Indiana State Board of Accounts
302 West Washington Street
Room E418
Indianapolis, IN 46204-2738

OFFICIAL RESPONSE

The *Review Report of the Indiana Commission for Proprietary Education (COPE)* was discussed in an exit interview June 8, 2006 in the Commissioner's Office (302 West Washington Street, Room E201, Indianapolis, Indiana 46204). Present at the interview were Jeff Weber, COPE Commissioner, Catherine Bladen, COPE Director of Financial Services, and Michael Daniely, SBOA Field Examiner. The Official Response has been made a part of this report and may be found on page 6. With regard to the review comments, found on page 4 and in reference to the SDO Fund Reconciliation procedures, additional processes and documentation practices have already been implemented since the review so that the agency procedures are now compliant with expected practices of reporting and accountability.

Thank you for the opportunity to confirm and improve the quality of service provided to the people and institutions of Indiana in the sector of postsecondary proprietary education.

Sincerely,

A handwritten signature in cursive script that reads 'Jeff Weber'.

Jeff Weber
Commissioner